

# Washington State Industrial Insurance Fund Ten Year Summary of Financial Information

(amounts in thousands)

Fiscal Year Ending:	<u>6/30/1996</u>	<u>6/30/1997</u>	<u>6/30/1998</u>	<u>6/30/1999</u>	<u>6/30/2000</u>	<u>6/30/2001</u>	<u>6/30/2002</u>	<u>6/30/2003</u>	<u>6/30/2004</u>	<u>6/30/2005</u>	<b>10 Yr Total</b>
<b>Summary of Financial Condition</b>											
<b>Assets</b>											
Cash and Investments	\$6,720,141	\$7,124,192	\$7,902,266	\$8,237,348	\$8,603,215	\$8,413,609	\$8,173,472	\$8,257,270	\$8,916,310	\$9,501,534	
Premiums Receivable, Net	180,030	262,676	243,493	246,314	253,136	233,788	217,280	305,803	344,205	398,054	
Land, Buildings and Equipment, Net	68,569	66,901	64,327	62,271	61,217	59,610	59,254	57,751	11,509	17,228	
Other Assets:	2,917	2,102	609	58	2,400	2,896	11,013	20,882	19,775	7,503	
<b>Total Assets</b>	<b>\$6,971,657</b>	<b>\$7,455,871</b>	<b>\$8,210,695</b>	<b>\$8,545,991</b>	<b>\$8,919,968</b>	<b>\$8,709,903</b>	<b>\$8,461,019</b>	<b>\$8,641,706</b>	<b>\$9,291,799</b>	<b>\$9,924,319</b>	
<b>Liabilities and Contingency Reserve</b>											
Benefits	\$5,425,050	\$5,747,152	\$5,996,526	\$6,406,579	\$6,627,304	\$6,839,160	\$7,217,489	\$7,549,679	\$7,968,235	\$8,167,206	
Claims Administration	404,021	416,737	424,163	449,866	427,398	423,953	468,887	435,363	377,903	371,732	
Retrospective Rating Adjustments	103,523	103,618	101,222	112,044	133,074	119,977	102,793	110,223	111,037	145,761	
Other Liabilities	87,661	101,047	82,374	76,964	280,525	101,026	90,067	89,843	46,435	46,754	
<b>Total Liabilities</b>	<b>\$6,020,255</b>	<b>\$6,368,554</b>	<b>\$6,604,285</b>	<b>\$7,045,453</b>	<b>\$7,468,301</b>	<b>\$7,484,116</b>	<b>\$7,879,236</b>	<b>\$8,185,108</b>	<b>\$8,503,610</b>	<b>\$8,731,453</b>	
<b>Contingency Reserve</b>	<b>\$951,402</b>	<b>\$1,087,317</b>	<b>\$1,606,410</b>	<b>\$1,500,538</b>	<b>\$1,451,667</b>	<b>\$1,225,787</b>	<b>\$581,783</b>	<b>\$456,598</b>	<b>\$788,189</b>	<b>\$1,192,866</b>	
<b>Summary of Operations and Contingency Reserve</b>											
<b>Revenues</b>											
Net Premiums earned	\$781,585	\$695,510	\$862,616	\$811,047	\$790,564	\$787,250	\$726,516	\$885,326	\$1,126,673	\$1,268,213	\$8,735,300
Net Investment Income	442,277	469,734	456,673	476,323	503,285	512,942	492,928	452,552	432,389	472,762	4,711,865
Investment Gains	165,721	223,826	414,191	241,858	131,433	(187,165)	(283,427)	41,323	435,652	151,171	1,334,583
Self-Insured Pension Reimbursement	21,615	17,062	32,809	31,941	35,118	49,635	39,368	55,084	67,647	70,541	420,820
Other Income (Expense,Including Dividends)	0	0	0	(203,068)	(200,000)	4,710	0	18,018	17,650	15,540	(347,150)
<b>Total Revenue Earned</b>	<b>\$1,411,198</b>	<b>\$1,406,132</b>	<b>\$1,766,289</b>	<b>\$1,358,101</b>	<b>\$1,260,400</b>	<b>\$1,167,372</b>	<b>\$975,385</b>	<b>\$1,452,303</b>	<b>\$2,080,011</b>	<b>\$1,978,227</b>	<b>\$14,855,418</b>
<b>Expenses</b>											
Benefits Incurred	\$925,318	\$1,117,310	\$1,095,028	\$1,289,973	\$1,155,677	\$1,212,538	\$1,397,321	\$1,438,309	\$1,584,660	\$1,386,587	\$12,602,721
Claims Administration Expenses Incurred	83,744	94,983	83,323	105,002	60,603	92,394	141,009	62,417	31,697	112,202	867,374
Other Administrative Expense Incurred	72,976	65,217	84,683	79,858	86,439	107,449	88,150	82,119	90,873	113,252	871,016
<b>Total Expenses Incurred</b>	<b>\$1,082,038</b>	<b>\$1,277,510</b>	<b>\$1,263,034</b>	<b>\$1,474,833</b>	<b>\$1,302,719</b>	<b>\$1,412,381</b>	<b>\$1,626,480</b>	<b>\$1,582,845</b>	<b>\$1,707,230</b>	<b>\$1,612,041</b>	<b>\$14,341,111</b>
<b>Change in Non-Admitted Assets</b>	<b>(\$58,838)</b>	<b>\$7,293</b>	<b>\$15,838</b>	<b>\$10,860</b>	<b>(\$6,552)</b>	<b>\$19,129</b>	<b>\$7,091</b>	<b>\$5,356</b>	<b>(\$41,190)</b>	<b>\$38,491</b>	<b>(\$2,522)</b>
<b>Change in Contingency Reserve</b>	<b>\$320,322</b>	<b>\$135,915</b>	<b>\$519,093</b>	<b>(\$105,872)</b>	<b>(\$48,871)</b>	<b>(\$225,880)</b>	<b>(\$644,004)</b>	<b>(\$125,186)</b>	<b>\$331,591</b>	<b>\$404,677</b>	<b>\$561,785</b>
<b>Cash Flow Summary</b>											
Operational Revenues Collected	\$894,284	\$651,270	\$923,185	\$654,725	\$836,352	\$671,423	\$777,260	\$883,577	\$1,157,205	\$1,326,609	\$8,775,890
Benefits Paid	779,831	795,208	845,655	879,920	934,952	1,000,681	1,018,993	1,106,119	1,166,104	1,187,616	9,715,079
Administrative Expenses Paid	150,960	149,308	150,580	150,204	159,239	184,214	187,328	187,194	175,111	209,607	1,703,745
<b>Net Operating Cash Flow</b>	<b>(\$36,507)</b>	<b>(\$293,246)</b>	<b>(\$73,050)</b>	<b>(\$375,399)</b>	<b>(\$257,839)</b>	<b>(\$513,472)</b>	<b>(\$429,061)</b>	<b>(\$409,736)</b>	<b>(\$184,010)</b>	<b>(\$70,614)</b>	<b>(\$2,642,934)</b>
Net Investment Income Collected	\$471,941	\$536,586	\$446,685	\$489,056	\$512,919	\$540,734	\$513,711	\$493,683	\$472,991	\$489,775	\$4,968,081
Other Cash, Net	(436,346)	(246,690)	(372,384)	(97,837)	(273,518)	(27,767)	(98,840)	(94,719)	(258,448)	(422,643)	(2,329,192)
<b>Net Investment and Other Cash Flow</b>	<b>\$35,595</b>	<b>\$289,896</b>	<b>\$74,301</b>	<b>\$391,219</b>	<b>\$239,401</b>	<b>\$512,967</b>	<b>\$414,871</b>	<b>\$398,964</b>	<b>\$214,543</b>	<b>\$67,132</b>	<b>\$2,638,889</b>
<b>Net Cash Flow</b>	<b>(\$912)</b>	<b>(\$3,350)</b>	<b>\$1,251</b>	<b>\$15,820</b>	<b>(\$18,438)</b>	<b>(\$505)</b>	<b>(\$14,190)</b>	<b>(\$10,772)</b>	<b>\$30,533</b>	<b>(\$3,482)</b>	<b>(\$4,045)</b>
<b>Beginning Cash</b>	<b>\$4,674</b>	<b>\$3,762</b>	<b>\$412</b>	<b>\$1,663</b>	<b>\$17,483</b>	<b>(\$955)</b>	<b>(\$1,460)</b>	<b>(\$15,650)</b>	<b>(\$26,422)</b>	<b>\$4,111</b>	
<b>Ending Cash</b>	<b>\$3,762</b>	<b>\$412</b>	<b>\$1,663</b>	<b>\$17,483</b>	<b>(\$955)</b>	<b>(\$1,460)</b>	<b>(\$15,650)</b>	<b>(\$26,422)</b>	<b>\$4,111</b>	<b>\$629</b>	

The source of this financial information is Washington State's Accounting and Financial Reporting System adjusted for insurance reporting